

599 - OC SPECIAL FINANCING AUTHORITY

Operational Summary

Agency Description:

To make timely debt service payments on the 1995 Orange County Special Financing Authority Teeter Plan Revenue Bonds and to transfer surplus revenues to County General Fund 100 Agency 016 as provided for in the Second Amended Modified Plan of Adjustment.

In 1995 the Orange County Special Financing Authority issued \$155,000,000 of revenue backed bonds: Series A (taxable) \$32,375,000, Series B, \$20,625,000, Series C, \$34,000,000, Series D, \$34,000,000 and Series E, \$34,000,000. The proceeds of the bonds were used to pay the holders of the County's 1994-95 Teeter Notes and to fund an on-going Teeter Program.

The use of long term bonds to fund the Teeter Program is unique to Orange County and is authorized by special State statute. The Teeter program is an alternate secured property tax distribution plan. Normally the secured property taxes actually collected by a County are distributed to taxing agen-

cies (e.g. school districts), resulting in less than 100% of the tax levy being distributed because of delinquencies. Under the Teeter Plan, the County distributes 100% of the levy to the taxing agencies and in exchange receives the right to keep the delinquent taxes, penalties and interest.

The Orange County Special Financing Authority was set up in 1995 to administer the Teeter Plan in Orange County. The penalties and interest collected on tax defaulted properties provide the revenue to pay the debt service on the Teeter Bonds and if available, surplus revenue for General Fund 100 Agency 016. The Board of Directors of the Authority are the members of the Orange County Board of Supervisors.

As of June 30, 2000, \$127,625,000 in principal was outstanding. The Teeter Bonds will be paid off in 2014.

At a Glance:

Total FY 1999-00 Actual Expenditure + Encumbrance:	77,983,035
Total Final FY 2000-01 Budget:	135,123,867
Percent of County General Fund:	N/A
Total Employees:	0.00

Strategic Goals:

- Make timely debt service payments and provide surplus revenue for the bankruptcy recovery as contemplated in the County's Second Amended Modified Plan of Adjustment.

Fiscal Year 1999-00 Key Project Accomplishments:

- Made timely debt service payments on the outstanding Teeter Plan Revenue Bonds and transferred \$9.9 million of surplus cash to General Fund 100, 1996 Recovery Certificates of Participation Agency 016 as required by the County's Second Amended Modified Plan of Adjustment.

Budget Summary

Make annual transfers of surplus cash to the general fund.

Plan for Support of the County's Strategic Priorities:

Changes Included in the Recommended Base Budget:

The Teeter Plan Revenue Bonds 1995 Series "A" (taxable) were down-sized in 1999 from \$7,700,000 to \$5,000,000. The FY 2000-01 Budget request reflects the revised debt service requirements.

Final Budget and History:

Sources and Uses	FY 1998-99 Actual Exp/Rev ⁽¹⁾	FY 1999-00 Final Budget	FY 1999-00 Actual Exp/Rev ⁽¹⁾	FY 2000-01 Final Budget	Change from FY 99-00 Actual	
					Amount	Percent
Total Revenues	51,495,241	53,300,000	76,413,081	41,300,000	(35,113,081)	-45.95
Total Requirements	72,989,153	172,825,577	77,983,034	135,123,867	57,140,833	73.27
FBA	149,875,492	119,525,577	128,381,580	93,823,867	(34,557,713)	-26.92

(1) Amounts include prior year expenditures and exclude current year encumbrances. Therefore, the totals listed above may not match Total FY 1999-00 Actual Expenditure + Encumbrance included in the "At a Glance" section.

Detailed budget by expense category and by activity is presented for agency: OC SPECIAL FINANCING AUTHORITY in the Appendix on page 520.